

## State of Utah DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining JOHN R. BAZA Division Director

January 21, 2014

CERTIFIED RETURN RECEIPT 7012 3460 0002 9559 5734

Georgia Pacific Corporation P. O. Box 337350 North Las Vegas, Nevada 89033

Georgia Pacific Gypsum LLC 133 Peachtree Street, NE Atlanta, Georgia 30303

Subject: Notice of Cancellation/Termination of Letter of Credit Number ! Georgia

Pacific Corporation, Georgia Pacific Gypsum Quarry, M/041/0009, Sevier County,

Utah

Dear Sir or Madame:

Please review the enclosed notice of non-renewal notification from Bank of America indicating letter of credit (LOC) in the amount of \$122,000.00 for the Georgia Pacific Gypsum Quarry will not be renewed. According to the terms of the LOC, the bank may elect not to renew as long as the Division of Oil, Gas and Mining receives a 90-day notice. These terms have been met; therefore, effective April 1, 2014, the LOC will not be renewed. Paragraph 2 of the reclamation contract says the operator shall provide a replacement surety within 60 days following the Division's receipt of the cancellation/termination notice.

You are hereby advised that the Division must receive a replacement form of surety on or before February 22, 2014 in order to comply with paragraph 2 of your reclamation contract. Failure to submit adequate replacement surety by that date may result in the Division:

- Carrying out the terms of LOC number by submitting a sight draft to Bank of America to collect \$122,000.00 as replacement surety; and/or
- <u>Issuing a cessation order and associated fine for failing to maintain adequate reclamation surety.</u>



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Because of the Board's hearing schedule, and because the terms of the LOC require an Order of the Board in order to forfeit the LOC, the Division will need to file a Notice of Agency Action with the Board if a replacement surety is not received before **February 10, 2014**.

If you have questions or require assistance regarding the surety, please contact Penny Berry at (801) 538-5291 or by e mail at pennyberry@utah.gov. Thank you in advance for your prompt attention to this important permitting requirement.

Sincerely,

Paul Baker

Minerals Program Manager

PBB:pb

Enclosure: Notice of Non-Renewal

Richfield BLM

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